

**GOVERNMENT OF INDIA
RURAL DEVELOPMENT
LOK SABHA**

UNSTARRED QUESTION NO:310
ANSWERED ON:21.11.2000
REVISED INVESTMENT PROMOTION SCHEME
DILEEP SANGHANI

Will the Minister of RURAL DEVELOPMENT be pleased to state:

- (a) whether the Government have introduced a revised Investment Promotion Scheme;
- (b) if so, the details thereof;
- (c) the number of project proposals received from States in this regard, State-wise; and
- (d) the number of farmers likely to be benefited therefrom, State-wise ?

Answer

MINISTER OF STATE IN THE MINISTRY OF RURAL DEVELOPMENT (PROF. RITA VERMA)

(a) Yes, Sir.

(b) The Investment Promotional Scheme (IPS) for development of non-forest wastelands was first launched during 1994-95 to mobilise resources from financial institutions, banks, corporate bodies for development of wastelands belonging to Central and State Governments, Panchyats, Village Communities, Private Farmers etc. Under the Scheme there is a provision for central promotion grant/subsidy to all category of beneficiaries. For effective participation of the beneficiaries, promoter's contribution is also envisaged. The Scheme was restructured. The revised Scheme became operational in August, 1998 and was made more broad based with a focus on benefit to small and marginal farmers including Scheduled Castes/Scheduled Tribes. The details of subsidy and promoter's contribution are given at Annexure - I.

(c) & (d) Upto March, 2000, 16 projects have been sanctioned under the Investment Promotional Scheme. So far, 73 farmers have been benefited under the Scheme. The State-wise details of the projects sanctioned, subsidy released and farmer's benefited under the Scheme are given at Annexure - II.

ANNEXURE I

Annexure referred to in reply to part (b) of the Lok Sabha Unstarred Question No. 310 for 21.11.2000.

STATEMENT SHOWING THE DETAILS OF CENTRAL PROMOTIONAL GRANT/SUBSIDY AND PROMOTERS' CONTRIBUTION UNDER CENTRAL SECTOR INVESTMENT PROMOTIONAL SCHEME FOR DEVELOPMENT OF NON-FOREST WASTELANDS.

(A) The details of subsidy are:

(i) For General Category

(Individual/Group) 25% of on-farm development activities
or Rs.25 lakhs, whichever is less.

(ii) For Small farmers

(Individual/Group) 30% of on-farm development activities
or Rs.25 lakhs, whichever is less.

(iii) For (a) Marginal Farmers

(Individual/Group) 50% of on-farm development activities
or Rs.25 lakhs, whichever is less.

(b) SC/ST Farmers without
any limit in the area
of holdings
(Individual/Group). Same as A
(iii) (a) above.

(B) Details of promoters' contribution are:

(i) For General Category

(Individual/Group) At least 25% of the project cost.

(ii) For Small farmers

(Individual/Group) At least 10% of the project cost.

(iii) For (a) Marginal Farmers

(Individual/Group) Nil. However, at the time of execution of the project, the family labour should be involved to provide self-employment ensuring participation.

(b) SC/ST Farmers without any limit in the area of holdings (Individual/Group). Same as B
(iii) (a) above.

For the purpose of subsidy, the average project cost for on-farm development activities is restricted to Rs. 20,000 per ha

ANNEXURE-II

Annexure referred to in reply to part (c) & (d) of the Lok Sabha Unstarred Question No. 310 for 21.11.2000.

STATE-WISE DETAILS OF THE PROJECTS SANCTIONED, SUBSIDY RELEASED AND FARMER'S BENEFITED UNDER THE INVESTMENT PROMOTIONAL SCHEME UP TO MARCH, 2000.

(Amount in Rs.)

Sl. No.	State	No. of projects sanctioned	Subsidy sanctioned	Subsidy released	No of farmers benefited
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1.	Andhra Pradesh	1	11,00,000.00	6,60,000.00	1
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2.	Maharashtra	3	3,01,400.00	1,80,840.00	7
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3.	Tamil Nadu	12	46,98,250.00	36,88,750.00	65
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TOTAL	16	60,99,650.00	45,29,590.00	73	
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